

Ë

=

do

1

BEFORE THE ARIZONA CORPORATION COMMISSION

2 3

4

5

6

7

8

9

10

11

12

13

14

15

16 17

18

19 20

21

22

23

24

25

26

IN THE MATTER OF THE APPLICATION OF ARIZONA PUBLIC DOCKET NO. L-00000D-08-0330-00138 SERVICE COMPANY, IN CONFORMANCE WITH THE CASE NO. 138 REQUIREMENT OF ARIZONA REVISED STATUTES §§ 40-360, et seq., FOR A CERTIFICATE OF ENVIRONMENTAL DLGC AND LAKE PLEASANT COMPATIBILITY AUTHORIZING THE **GROUP'S BRIEF** TS-5 TO TS-9 500/230kV TRANSMISSION LINE PROJECT, WHICH ORIGINATES AT THE FUTURE TS-5 SUBSTATION, LOCATED IN THE Arizona Corporation Commissier WEST HALF OF SECTION 29, DOCKETE TOWNSHIP 4 NORTH, RANGE 4 WEST AND TERMINATES AT THE FUTURE FEB 12 2009 TS-9 SUBSTATION, LOCATED IN SECTION 33, TOWNSHIP 6 NORTH, DOCKETED BY RANGE 1 EAST, IN MARICIPA COUNTY, ARIZONA

Pursuant to the Procedural Order docketed January 23, 2008, Intervenors DLGC II, LLC and Lake Pleasant Group, LLP (collectively, "DLGC") hereby file their brief for use by the Arizona Corporation Commission ("Commission") in its review of the December 28, 2008 Certificate of Environmental Compatibility ("CEC") issued by the Arizona Power Plant and Transmission Line Siting Committee's ("Committee"). DLGC requests that the Commission amend the CEC to adopt a condition to minimize visual impacts on visitors to Lake Pleasant Regional Park and from DLGC's property. DLGC also supports Arizona Public Service Company's ("APS") proposal to contingently adopt an alternative corridor for use in the event BLM does not approve siting on federal lands along State Route 74.

BACKGROUND

In its application, APS had proposed as Alternative 3 a route that would run along SR 74 between the 179th Avenue alignment and the 99th Avenue alignment. APS's proposed corridor along Alternative 3 was 3,500 feet wide, including 2,000 feet north of the centerline of SR 74, and 1,500 feet south of the centerline of SR 74.

DLGC is developing residential property immediately north of SR 74, at approximately the 107th Avenue alignment. As reflected in the map that is included at Attachment A, Lake Pleasant Regional Park is adjacent to DLGC's property, on the north and east sides of DLGC's property.² The Park's southern boundary abuts SR 74. Because APS's Alternative 3 corridor encroached on DLGC's property, DLGC intervened in the proceeding.

During the course of the hearing, several parties proposed what became known as the "Alternative 3 North" alignment, a variation on APS's proposed Alternative 3 that was largely, but not completely, north of SR 74, and was completely within the corridor noticed by APS as Alternative 3. In the area of DLGC's property, the Alternative 3 North consisted of a route that was on the south side of SR 74 (thus avoiding encroaching on DLGC's property and the Park), in a 1,000 foot wide corridor that began 500 feet south of SR 74. Thus, at the vicinity of DLGC's property and the Park, the Alternative 3 North corridor included a 500' buffer to the south of SR 74, and extended as far south in the APS noticed corridor as possible.³

At the hearing, DLGC offered testimony and visual simulations of the line when placed at points 500 feet, 1,500 feet and 2,000 feet south of SR 74.4 The simulations

Hearing Exhibit A-1 (APS's Application) at 7.

Attachment A hereto is Page 8 from Hearing Exhibit G-3.
Hearing Transcript Vol. X at pgs. 2317, 2390-91.

Hearing Transcript Vol. XVIII at pgs. 2900-01; Hearing Exhibit G-3 at pgs. 13 & 15 (500 feet south), 17 (1,500 feet south) and 18 (2,000 feet south).

(included as Attachment B) demonstrated that, by moving an additional 500 feet south, from a point 1,500 feet south to a point 2,000 feet south of SR 74, significant screening can be accomplished due to the terrain in the area. This additional 500 feet is outside of the corridor originally noticed by APS as part of Alternative 3 and completely on state trust land. Chairman Foreman ruled that, based on the facts, this additional footage was not a substantial change from the noticed route, and thus the Committee could consider a corridor that included the additional 500 feet. DLGC, which had originally opposed the Alternative 3 route, supported the Alternative 3 North route with the additional 500 feet to the south, and supported a condition that would have required APS to attempt to site the line in the additional 500 feet to take advantage of the additional screening opportunities.

The CEC adopted by the Committee largely adopted the Alternative 3 North proposal, and adopted the additional 500 feet south between the 115th Avenue alignment and the 99th Avenue alignment.⁷ The CEC did <u>not</u> include a condition to require APS to take advantage of the screening opportunities by using the southern-most 500 feet between the 115th Avenue and 99th Avenue alignments.

Several parties, including DLGC, filed requests for the Commission to review the CEC approved by the Committee, pursuant to A.R.S. § 460-367.07. DLGC's request for review requested that the Commission amend the CEC to require APS to take advantage of screening opportunities when siting the line within the 1,500 foot wide corridor in the area of DLGC's property and Lake Pleasant Regional Park. APS's request for review

CEC at pg. 6 line 24-pg. 7 line 2.

Hearing Transcript Vol. VX, at pgs. 3173-74.

Hearing Transcript Vol. XV at pg. 3338. See also Form of CEC filed November 26, 2008, at pg. 12, line 25 – pg. 13, line 8. DLGC's proposed condition was drafted as a modification to language that was proposed by Intervenor Diamond Ventures, that would have required APS to request in any BLM or ASLD applications the particular route proposed by Diamond Venture's witness at the hearing. DLGC's additional proposed language would have allowed APS to apply to BLM or ALSD for a route further south in the area east of the 115th Avenue alignment.

lands in the route adopted by the CEC. As part of that contingently approved route, APS proposed elimination of the 500 foot "buffer" along SR 74 east of the 115th Ave. alignment.

requested, among other things, that the Commission approve an automatic contingency in

the event that the Bureau of Land Management ("BLM") does not approve use of its

THE COMMISSION SHOULD AMEND THE CEC TO REQUIRE APS TO TAKE ADVANTAGE OF SCREENING OPPORTUNITIES IN THE AREA OF LAKE PLEASANT REGIONAL PARK

On the second day of the hearing, Maricopa County Parks and Recreation ("Department") Director R.J. Cardin provided public comment to the Committee indicating the Department's objection to APS's proposed Alternative 3 alignment, in part because of the visual impact to the Park's 700,000 annual visitors. While the Committee did ultimately adopt a route that is in the vicinity of the Park (but not actually encroaching on Park property, as APS's Alternative 3 had), it did not adopt a simple condition that could have more fully alleviated the Department's concern. A condition to require APS to attempt to utilize a transmission route in the southernmost 500 feet of the corridor from the 115th Avenue alignment to the 99th Avenue alignment would allow APS to maximize the screening benefits due to the additional 500 feet of corridor width. The Department supports the Commission adopting such a condition.

DLGC's visual simulation demonstrates that by constructing the transmission line in the southernmost 500 feet of the corridor in the vicinity of the Park, APS could take advantage of significant additional screening opportunities, almost completely shielding

Hearing Transcript Vol. II at pgs. 269-71.

Letter from R.J. Cardin, docketed January 26, 2009 (appended hereto as Attachment C)

the view of the line from DLGC's property and the Park.¹⁰ To address land use and visual impacts along other portions of the route, the Committee approved narrower corridors than APS had originally proposed, even when such narrower corridors increased impacts on public lands.¹¹ Thus, the Committee expressed its general preference for minimizing impacts by approving narrower corridors.

In reviewing a CEC, the Commission "shall comply with the provisions of § 40-360.06 and shall balance, in the broad public interest, the need for an adequate, economical and reliable supply of electric power with the desire to minimize the effect thereof on the environment and ecology of this state." A.R.S. § 40-360.07(B). Nothing in this statute requires Commission to grant any deference to the Committee's determinations regarding how environmental impacts ought to be addressed by a project. Rather, the Commission is free to undertake its own weighting of the environmental impacts of a project, and impose its own conditions to alleviate such impacts.

The Committee did not indicate why it declined to adopt the condition that would require APS to attempt to take advantage of screening opportunities presented by the additional 500 feet. However, the Commission is empowered to adopt the condition, and should do so because it more appropriately balances the impacts presented by the transmission line. Attachment D is the amendment that DLGC proposes the Commission adopt to require APS to take advantage of the additional screening opportunities in the southernmost portion of the corridor between the 115th Avenue alignment and the 99th Avenue alignment.

Hearing Exhibit G-3 at pgs. 17-18 (included in Attachment B hereto).

In its rebuttal testimony, APS narrowed corridor widths in a number of portions of its proposed routes, in response to concerns expressed at the hearing by parties and Committee members. Additionally, the Committee adopted a corridor narrower than APS's rebuttal proposal along the 275th Avenue alignment, between the Mead-Phoenix transmission line and the Lone Mountain Road alignment (adopted 1,000 foot wide corridor, as opposed to APS's rebuttal proposal of 2,000 feet). See CEC at pg. 4, lines 21-24; Form of CEC filed November 26, 2008, at pg. 4, line 25 – pg. 5, line 4.

9

8

11

10

12 13

14

15 16

17

18 19

20

21

22

23

24

25

26

DLGC SUPPORTS THE CONCEPT OF CONTINGENT APPROVAL OF AN ALTERNATIVE ROUTE TO ADDRESS THE RISK OF BLM DENIAL, BUT ELIMINATION OF THE BUFFER EAST OF THE 115TH AVE. ALIGNMENT IS NOT NECESSARY TO ADDRESS THE CONTINGENCY

APS suggests that the Commission include a "contingency" to address the possibility that the BLM would not approve the use of federal lands along SR 74 in the route of the Commission-approved CEC. Specifically, APS proposes that the Commission approve APS's originally-proposed 3,500'-wide corridor along SR 74 and west of the 115th Ave. alignment, and the Commission also include a condition that requires APS to attempt to get BLM and ASLD approval for the narrower Alternative 3 North corridor. If APS is not able to obtain BLM and ASLD approvals, APS would be free to use the wider corridor.12

DLGC supports the Commission approving at this time a wider, or altogether separate¹³ corridor in which APS can site the line in the event BLM refuses to approve the use of the federal lands along SR 74. DLGC has invested significant resources to protect its interests by participating in the 17 days of hearing before the Committee, and the subsequent process before this Commission. If BLM did not approve the use of federal lands in the Commission-approved CEC, APS would be required to return to the Committee/Commission with a new or amended application to site this transmission line, and DLGC (and the other parties) would have to invest additional resources to protect their interests in the further proceedings. DLGC agrees with APS that such a "replay of Line Siting Case 111" should be avoided. DLGC therefore supports the concept of the

See APS Request for Review at pg. 12.

In addition to a wider corridor along SR 74, APS proposes as an alternative that the Commission could approve Segments 4 and 5 of the Preferred Route. APS Request for Review at 10.

APS Request for Review at 10. In Line Siting Case No. 111, the Forest Service has refused to approve a

Commission granting approval of a contingent route that APS can utilize (without any further action from the Commission) if BLM refuses to authorize use of the federal lands along SR 74.

1

2

3

4

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

In the details of its "contingency" proposal, however, APS paints with too broad a brush by including the area east of the 115th Ave. alignment.¹⁵ Specifically, APS includes in its request for contingent siting authority the 500' buffer south of SR 74 and east of the 115th Ave. alignment. APS's concern about BLM's denying use of federal lands is rooted in the National Environmental Policy Act's ("NEPA") requirement that BLM consider alternatives to the Alternative 3 North corridor when determining whether to grant APS approval to use federal lands. However, there are no federal lands in the area east of the 115th Ave. alignment and south of SR 74,17 and thus the NEPA requirement does not apply. Though ASLD does manage the state trust lands in this area, and ASLD must also authorize APS's use of the state trust land, the record does not indicate that ASLD has any NEPA-like requirement to examine alternative routes that might be available. Further, in its own request for review, ASLD has not objected to the 500' buffer east of the 115th Ave. alignment, and ASLD is the only landowner whose land is directly impacted by the buffer. ASLD is in a better position to assert its own interests in this proceeding than is APS. Because ASLD is not subject to the NEPA requirement, and has not itself sought review of the 500' buffer on its lands, the Commission should not contingently approve a siting within that buffer.

21

22

23

24

_ .

25

transmission line route approved by the Commission, and the matter remains at a stalemate (and the line remains unconstructed) 9 years later. See Hearing Transcript Vol. X at pgs. 2372-73.

APS Request for Review at pg. 12, lines 12-15 and the reference to "ASLD" on line 21.

APS Request for Review at pgs.7-8.

Hearing Exhibit A-1 (APS's Application), at Exhibit A-2 (Surface Management map). This same map is part of the "placemat" APS provided for convenience of the Committee and parties.

The 500' buffer was an integral part of the Alternative 3 North proposal. ¹⁸ The buffer has the effect of mitigating visual impacts along SR. The Alternative 3 North proposal was created in an effort to address the conflicting interest of a number of different parties. ¹⁹ Mitigation of the visual impact from SR 74 was a crucial issue to a number of parties whose land is located along SR 74. ²⁰ Further, a number of public commenters expressed concerns about visual impacts along SR 74. ²¹

The Commission should grant contingent approval of a route that does not impact the BLM lands along SR 74 so that the Commission, the Committee and the parties would not need to invest further resources if BLM does not permit the line on its lands. However, any contingently-approved route should not include the 500' buffer east of the 115th Ave. alignment, as that is not federally-managed land.

DLGC requests that the Commission modify the CEC approved by the Committee

to require APS to take advantage of the additional screening opportunities available in the

southernmost portion of the approved corridor between the 115th Avenue alignment and

the 99th Avenue alignment, to minimize visual impacts on visitors to the Lake Pleasant

Regional Park, drivers on scenic SR 74, and future residents on DLGC's property. The

Commission should adopt the proposed amendment included as Attachment D hereto.

Further, the Commission should contingently approve an alternative corridor, either a

CONCLUSION

Hearing Transcript Vol. X at pg. 2297; Vol. XIII at pg. 2693.

Hearing Transcript Vol. X at pg. 2297.

Hearing Transcript Vol. XIII at pgs. 2693, 2826-27, 2841-42, 2895-97.

Maricopa County Parks & Recreation Department (Hearing Transcript Vol. II at pgs. 269-271 and letter docketed January 26, 2009); Sierra Club (Hearing Exhibit A-1 (APS Application), at Exhibit B-2, "Other Correspondence" tab); North Country Conservancy (Hearing Exhibit A-1 (APS Application), at Exhibit B-2, "Other Correspondence" tab).

wider corridor along SR 74, or Segments 4 and 5 of the Preferred Route, so that 1 additional proceedings are not necessary if BLM refuses to approve the primary corridor 2 approved in the CEC. Finally, the Commission should retain the 500' buffer along the 3 south side of SR 74 east of the 115th Ave. alignment. 4 Dated this 1 2 day of February, 2009. 5 6 RIDENOUR, HIENTON, KELHO & LEWIS, P.L 7 8 Scott S. Wakefield 201 North Central Avenue, Suite 3300 9 Phoenix, Arizona 85004-1052 10 Attorneys for DLGC II, LLC & Lake Pleasant Group, LLP sswakefield@rhhklaw.com 11 12 13 Pursuant to A.A.C. R14-3-204, the Original and 25 copies were filed on 14 this Aday of February, 2009, with: 15 **Docket Control** Arizona Corporation Commission 16 1200 W. Washington Street 17 Phoenix, AZ 85007 18 19 20 21 22 23

24

25

1	Copy of the above delivered this day of February, 2009, to:
2	<u> </u>
3	Charles Hains
	Janice Alward, Chief Counsel Arizona Corporation Commission
4	1200 W. Washington Street
5	Phoenix, AZ 85007
6	Counsel for Legal Division Staff
7	John Foreman, Chairman
8	Arizona Power Plant and Transmission
	Line Siting Committee
9	Assistant Attorney General
0	1275 W. Washington Street Phoenix, AZ 85007
1	John.foreman@azag.gov
2	
	Copy of the above e-mailed/mailed
13	this day of February, 2009, to:
4	Edward W. Dietrich, Senior Project Manager
5	Real Estate Division Planning Section
6	Arizona State Land Department
10	1616 W. Adams Street Phoenix, AZ 85007
17	edietrich@land.az.gov
18	
9	James T. Braselton, Esq.
20	Gary L. Birnbaum, Esq. Mariscal Weeks McIntyre & Friedlander, PA
	2901 N. Central Ave., Suite 200
21	Phoenix, AZ 85012-2705
22	Counsel for Intervenor Surprise Grand Vista JV I, LC
23	and Counsel for Sun Haven Property Owners
- 1	Jim.braselton@mwmf.com gary.birnbaum@mwmf.com
24	Bur J 10 acade water (all acade and acade acade and acade and acade and acade acade acade and acade ac

1	Lawrence Robertson, Jr., Esq. 2247 E. Frontree Rd., Suite 1
2	P.O. Box 1448
	Tuback, AZ 85646-0001
3	Counsel for Intervenor Diamond Ventures, Inc.
4	tubaclawyer@aol.com
5	Stephen Burg, Chief Assistant City Attorney
6	City of Peoria
	Office of the City Attorney
7	8401 W. Monroe Street
8	Peoria, AZ 85345
9	Counsel for City of Peoria, AZ steve.burg@peoriaaz.gov
	<u>stovo.ourgroepvorruuzigov</u>
0	Meghan Grabel
.1	Pinnacle West Capital Corporation
2	P.O. Box 53999, Mail Station 8602
	Phoenix, AZ 85072-3999
3	meghan.grabel@pinnaclewest.com
4	Court S. Rich, Esq.
.5	Rose Law Group
ı	6613 N. Scottsdale Road, Suite 200
6	Scottsdale, AZ 85250-0001
.7	Counsel for Intervenor Lake Pleasant 5000, LLC crich@roselawgroup.com
8	<u>orienta/rosetawgroup-com</u>
l	Thomas H. Campbell, Esq.
9	Lewis and Roca, LLP
0	Two Renaissance Square
21	40 N. Central Avenue
	Phoenix, AZ 85004
22	Counsel for Applicant, APS tcampbell@lrlaw.com
23	toumpoon(a)man.com
24	
⁻	
. – :	

1	Scott McCoy, Esq.
2	Earl Curley Lagarde, PC Suite 1000
	3101 N. Central Avenue
3	Phoenix, AZ 85012-2654
4	Counsel for Intervenor Elliott Homes, Inc.
5	smccoy@ecllaw.com
6	Andrew Moore, Esq.
	Earl Curley Lagarde, PC
7	Suite 1000
8	3101 N. Central Avenue
9	Phoenix, AZ 85012-2654 Counsel for Intervenors Woodside Homes
	amoore@ecllaw.com
10	amoore@cenaw.com
۱1	John Paladini, Esq.
12	Dustin C. Jones, Esq.
l	Tiffany & Bosco Third Floor Camelback Esplanade II
13	2525 E. Camelback Road
14	Phoenix, AZ 85016-9240
15	Intervenor for Anderson Land & Development
	jmp@tblaw.com
l6	dcj@tblaw.com
ا 17	Michelle DeBlasi, Esq.
ا 8ا	Joseph A. Drazek, Esq.
	Quarles Brady
ا 19	One Renaissance Squire
20	Two North Central Avenue
$_{21}$	Phoenix, AZ 85004-2391
	Counsel for Intervenors Vistancia, LLC
22	mdeblasi@quarles.com jdrazek@quarles.com
23	Jui uzen (wytuuries. oom
,,	

Shane D. Gosdis, Esq. 1 Mark Nadeau, Esq. DLA Piper US LLP 2 2415 E. Camelback, Suite 700 3 Phoenix, AZ 85016 Counsel for 10,000 West, LLC 4 Shane.gosdis@dlapiper.com 5 mark.nadeau@dlapiper.com 6 Steven L. Wene, Esq. 7 **Moyes Storey** 1850 N. Central Avenue 8 **Suite 1100** 9 Phoenix, AZ 85004-0001 Counsel for Intervenor Vistancia HOAs 10 swene@lawms.com 11 Garry D. Hays, Esq. 12 The Law Offices of Garry D. Hays, P.C. 1702 East Highland Avenue, Suite 400 13 Phoenix, AZ 85016 14 Counsel for Arizona State Land Department ghays@lawgdh.com 15 16 Michael D. Bailey, Esq. City of Surprise Attorney's Office 17 12425 W. Bell Road Surprise, AZ 85374 18 Counsel for Intervenor City of Surprise 19 Michael.bailey@surpriseaz.com 20 Frederick E. Davidson, Esq. 21 Chad R. Kaffer, Esq. The Davidson Law Firm, P.C. 22 8701 E. Vista Bonita, Suite 220 23 Scottsdale, AZ 85255 Counsel for Intervenors Quintero Association 24 fed@davidsonlaw.net crk@davidsonlaw.net 25

1	Holm, Wright, Hyde & Hays
2	10429 S. 51 st Street, Suite 285
Ī	Phoenix, AZ 85044-5228
3	Counsel for Intervenor LP 107, LLC
4	cwelker@holmwright.com
5	Jeanine Guy
6	Town Manager
· _	Town of Buckeye
7	1101 East Ash Avenue
8	Buckeye, AZ 85326
9	Intervenor Town of Buckeye
	jguy@buckeyeaz.gov
10	Copy of the above mailed
11	this day of February, 2009, to:
	,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,
12	Mike Biesemeyer
13	3076 E. Blue Ridge Place
ا ؞ ا	Chandler, AZ 85249
14	
15	Art Othon
16	City of Peoria
ł	Office of the City Attorney 8401 W. Monroe Street
17	Peoria, AZ 85345
18	1 corra, 722 65545
	~ 100
19	Debe Toleal
20	
<u>,</u>	
21	
22	
,,	
ا دے	
24	301092;ssw;22711-0001
1	

ATTACHMENT A

2000' CORRIDOR NORTH OF SR74

ATTACHMENT B

Estates at Lakewide PR

PROPOSED LINES IN 500' CORRIDOR ON S. SIDE OF SR74 SITE VIEW FROM LOT 3 LOOKING SOUTH - APS



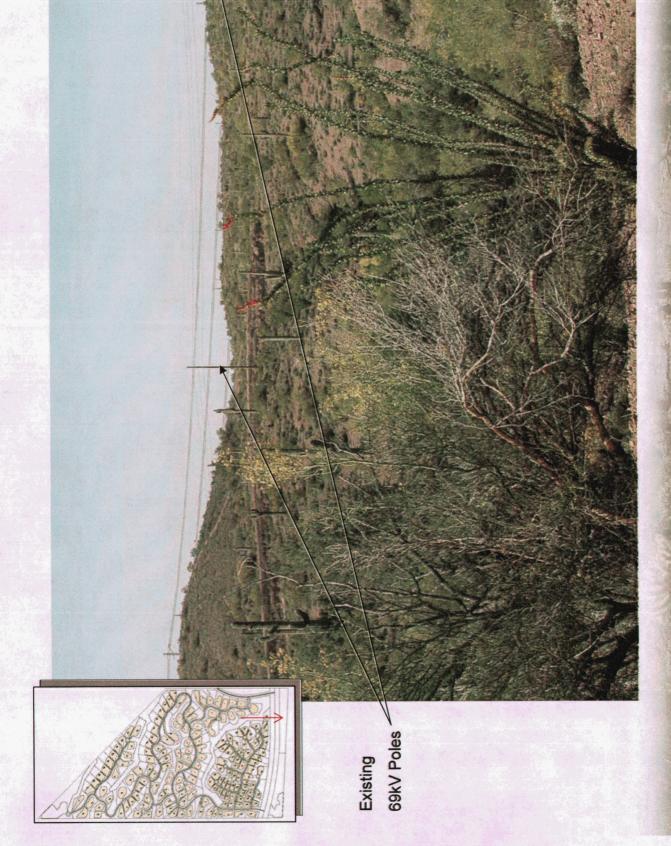
Estates at Lakewide

SITE VIEW FROM LOT 25 LOOKING SOUTHWEST-APS PROPOSED LINES IN 500' CORRIDOR ON S. SIDE OF SR74

69kV Poles Existing

States at Lakeside

SITE VIEW FROM LOT 3 LOOKING SOUTH-LINE LOCATION 1500' SOUTH OF SR74 1





Maricopa County

Parks and Recreation Department

RECEIVED

234 N. Central Avenue Suite 6400 Phoenix, Arizona 85004 Phone: (602) 506-2930 Fax: (602) 506-4692 TDD: (602) 506-4123

www.maricopa.gov/parks

January 21, 2009

2009 JAN 26 P 2: 09

AZ CORP COMMISSION DOCKET CONTROL

Hon. Kristin K. Mayes, Chairman Hon. Gary Pierce, Commissioner Hon. Sandra D. Kennedy, Commissioner Hon. Bob Stump, Commissioner Hon. Paul Newman, Commissioner

1200 W. Washington

Arizona Corporation Commission Phoenix, AZ 85007

Arizona Corporation Commission DOCKETED

JAN **2 6** 2009

DOCKETED BY

RE: APS Line Siting, Docket No. L00000D-08-0330-00138, Case No. 138

Dear Commissioners:

The Maricopa County Parks and Recreation Department manages the Lake Pleasant Regional Park. Recently, the Arizona Power Plant and Transmission Line Siting Committee issued a Certificate of Environmental Compatibility for a transmission line adjacent to the southern boundary of the Park, along SR 74. The Department is concerned that placement of the line within the view shed of the Park creates visual blight on the Park and diminishes the visitor experience for its nearly 700,000 visitors annually. The Department therefore requests the Commission dictates that APS will site the line in the southernmost portion of the corridor near the Park. Further, the Department opposes the request of APS to approve a corridor that is closer to SR 74 in the vicinity of the Park.

In its application, APS proposed a corridor along SR 74 that extended 2,000 feet north and 1,500 feet south of SR 74. The Committee approved a much narrower corridor, beginning 500 feet south of SR 74. We understand that, in recognition that nearby hills can shield the view of the line significantly, the Committee's approved corridor extends 500 feet further south from SR 74 than APS had originally proposed, to a point 2,000 feet south of the highway. However, the Committee rejected a condition that would have required APS to make use of those shielding opportunities when it sought a right-of-way from the Arizona State Land Department for the portion of the line near the Park.

The Department is concerned that, in light of the Arizona State Land Department's (ASLD) expressed preference to grant rights of way for such infrastructure in close proximity to the existing SR 74 right of way, ASLD is likely to deny a right of way for the more shielded line in the southernmost 500 feet of the corridor.

January 21, 2009 RE: APS Line Siting, Docket No. L00000D-08-0330-00138, Case No. 138 Page 2 of 2

APS requests that the Commission modify the corridor along SR 74 between 115th Avenue and 99th Avenue to extend the corridor further north, and closer to the Park's boundary. The Department opposes this modification, as it could result in the line being even more visible from the Park. We note, however, that APS has suggested that, in order to address the possibility that the managers of public lands might not approve siting of the line in the Committee's approved corridors, the Commission could approve Segments 4 and 5, APS's preferred routing of the line from the outset. The Department would find this to be an acceptable routing to alleviate its concerns, and urges the Commission to consider it.

Sincerely,

R.J. Cardin Director

RJC/knt

cc: Central Files Chrono File

DLGC'S PROPOSED AMENDMENT

(to require APS to take advantage of additional screening opportunities between the 115th Avenue and 99th Avenue alignments)

Page 7, Line 17 of Certificate of Environmental Compatibility

INSERT the following after "Certificate":

In such right-of-way application to cross ASLD lands for that portion of the Project between the 115th Avenue alignment and the 99th Avenue alignment, the Applicant shall specify a transmission route in the southern-most 500 feet of the corridor approved in this Certificate.